

05 July 2023

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BURSA	4-Jul	Day chg	% chg
KLCI	1,392.5	-3.4	-0.24%
FTSE EMAS	10,258.8	-13.7	-0.13%
FTSE Smallcap	15,078.8	109.29	0.73%
FTSE MESDAQ	5,094.9	-20.7	-0.40%
KLSE Mkt Cap (RM'b)	1,607.87	-1.7	-0.11%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	26.1	45.7%
Local Retail	8.6	29.4%
Foreign	-34.7	24.9%

INDICES	4-Jul	Day chg	% chg
Dow Jones	34,418.5	10.9	0.03%
S&P 500	4,455.6	5.2	0.12%
NASDAQ	13,816.8	28.85	0.21%
FTSE-100	7,519.7	-7.5	-0.10%
Nikkei 225	33,422.5	-330.8	-0.98%
SHCOMP	3,245.3	1.374	0.04%
HSI	19,415.7	109.1	0.57%
STI	3,203.8	-3.3	-0.10%
KOSPI	2,593.3	-9.2	-0.35%
TWSE	17,140.8	56.6	0.33%
JCI	6,681.8	-14.962	-0.22%
SET	1,515.3	8.5	0.56%

FOREX	4-Jul	3-Jul	% chg
USD/MYR:	4.6502	4.6665	-0.35%
EUR/USD:	1.0896	1.0892	0.04%
GBP/USD:	1.2708	1.2672	0.28%
USD/YEN:	144.45	144.74	-0.20%
USD/SGD:	1.3490	1.3521	-0.23%
USD/HKD:	7.8301	7.8353	-0.07%

KEY STATS

KLCI Spot			
Vol (m shares):	2,601.1	2,613.6	-0.48%
Value (RMm):	1,560.3	1,504.0	3.75%
KLCI Future			
July-23	1,397.0	1,400.0	-0.21%
August-23	1,397.0	1,399.0	-0.14%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,467.8	1,557.3	-5.75%
SoyOil (USc/lb)	61.7	61.7	0.06%
Gold (US\$/troy oz)	1,929.5	1,929.4	0.01%
Nymex crude oil (US\$/bbl)	69.8	70.6	-1.20%
Latex (RM/kg)	4.95	4.97	-0.30%
Tin (US\$/mt)	28,100.00	28,097.0	0.01%

#	Top Volume			Top Gainer			Top Loser					
	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)	Stock	Price	%Chg (+/-)	Vol (m)
1	PBBANK	3.91	-0.8	6.85	DIALOG	2.17	1.4	2.49	MRDIY	1.59	-1.9	4.32
2	CIMB	5.20	0.8	6.22	PMETAL	4.87	1.0	1.72	GENTING	4.05	-1.7	3.42
3	TENAGA	9.13	0.3	5.06	CELCOMDIGI	4.20	1.0	0.82	MISC	7.08	-1.7	0.93
4	SIME	2.05	-1.4	4.93	CIMB	5.20	0.8	6.22	PICHEM	6.03	-1.5	2.18
5	MRDIY	1.59	-1.9	4.32	TENAGA	9.13	0.3	5.06	SIME	2.05	-1.4	4.93
6	MAYBANK	8.70	-0.6	4.20	IOICORP	3.81	0.3	1.81	IHH	5.83	-0.9	3.63
7	IHH	5.83	-0.9	3.63	TM	4.95	0.2	1.77	PETDAG	22.20	-0.8	0.08
8	GENTING	4.05	-1.7	3.42	RHBBANK	5.46	0.2	0.66	PBBANK	3.91	-0.8	6.85
9	GENM	2.46	0.0	3.15	PETGAS	16.90	0.1	0.35	MAYBANK	8.70	-0.6	4.20
10	DIALOG	2.17	1.4	2.49	GENM	2.46	0.0	3.15	AMBANK	3.67	-0.5	0.51

Notes: # KL Composite Index (FBMKLCI) component stocks

Research Highlights

NEWS HIGHLIGHTS

- Hextar Technologies to exit warehouse segment after RM78.3m land disposal
- Jaya Tiasa buys 55.0% in WHD for RM52.3m in related party transaction to increase, manage land bank better
- SCIB secures 16-month EPCC contract worth RM8.3m in Kelantan
- Central Global takes on mixed development job worth RM42.3m in Kedah
- TWL Holdings, LJ Development abort deal to develop Klang project after six years

MACRO BITS

- Central bank surprises see June become bumper 2023 rate hike month
- EU concerned over China export controls on metals used in chips
- Slower domestic growth on high base effect and rising external risks (See Economic Viewpoint: Malaysia 3Q23 & 2H23 Economic Outlook)
- BNM to hold key rate on Thursday, may not resume tightening — poll
- Inflation could go up with enforcement of minimum wage, says Rafizi
- Ahmad Maslan: Increase in tourist arrivals can strengthen ringgit
- Rafizi: Council to discuss economic development matters on July 10
- Xi's metal curbs risk backfiring as G7 seeks China alternative
- Beijing jabs in US-China tech fight with chip material export curbs
- Canadian factory activity slows further in June
- EU needs to invest an extra EUR700.0b a year for green shift
- UK's Hunt backs regulator to ensure banks pass on better rates to savers

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Sector Update: Building Material, Utilities
- Economic Viewpoint: MY 3Q23 & 2H23 Economic Outlook

Corporate News

- **Hextar Technologies to exit warehouse segment after RM78.3m land disposal**

Hextar Technologies Solutions Bhd (HexTech) is set to leave its warehousing segment upon completion of the proposed land sales that will enable the company to raise RM78.3m cash to expand its technology businesses. "Upon completion of the (disposed) proposals, HexTech will continue mainly with its logistics, trading and technology and other businesses, such as insurance agency and investment holding," HexTech said in a filing on Tuesday (July 4). (*The Edge Markets*)

- **Jaya Tiasa buys 55.0% in WHD for RM52.3m in related party transaction to increase, manage land bank better**

Jaya Tiasa Holdings Bhd is acquiring 825,000 shares or a 55.0% stake in Wealth Houses Development Sdn Bhd (WHD) for RM52.3m in a related party transaction to increase and manage its land bank more efficiently. Jaya Tiasa said it has signed a conditional share sale agreement with three vendors Tiong Toh Siong Holdings Sdn Bhd (TTSH), Tiong Toh Siong Enterprises Sdn Bhd (TTSE) and Knightbridge Venture Sdn Bhd (KVSb) for the acquisition. It is acquiring a 25.0% stake in WHD from TTSH, 18.0% from TTSE and 12.0% from KVSb. (*The Edge Markets*)

- **SCIB secures 16-month EPCC contract worth RM8.3m in Kelantan**

Sarawak Consolidated Industries Berhad (SCIB) has secured a 16-month engineering, procurement, construction and commissioning (EPCC) contract worth RM8.3m from MinDagang Resources Sdn Bhd. SCIB said its wholly-owned subsidiary CIB Industrialised Building System Sdn Bhd (SCIB IBS) received the letter of award and acceptance for phase six of a proposed housing development containing 35 single-storey terraced house units in Jajahan Bachok, Kelantan. The civil engineering specialist said the contract is expected to contribute positively to its future earnings during the tenure and progress of the contract. (*The Edge Markets*)

- **Central Global takes on mixed development job worth RM42.3m in Kedah**

Central Global Bhd's unit had signed a collaboration agreement with Kedah state government to develop a mixed project with a gross development value of RM42.3m at Pendang, Kedah. The company said its wholly-owned sub-subsidiary Central Global Development Sdn Bhd (CGD) signed the agreement with Menteri Besar Kedah Inc's wholly owned subsidiary Permodalan Kedah Bhd (PKB). (*The Edge Markets*)

- **TWL Holdings, LJ Development abort deal to develop Klang project after six years**

After six years, property development and construction firm TWL Holdings Bhd, formerly known as Tiger Synergy Bhd, has decided to scrap its plans to jointly develop a residential and/or commercial development in Klang, Selangor, with LJ Development (KL) Sdn Bhd. TWL said its wholly owned subsidiary Kejuruteraan TWL Sdn Bhd and LJ Development had mutually agreed to terminate the memorandum of understanding that both parties had entered into in June 2017. (*The Edge Markets*)



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Macro Bits

Global

- [Central bank surprises see June become bumper 2023 rate hike month](#) The world's major central banks delivered in June the biggest number of monthly interest rate hikes year-to-date, surprising markets and flagging more tightening ahead as policy makers grapple to get the upper hand in their battle against inflation. *(Reuters)*
- [EU concerned over China export controls on metals used in chips](#) The European Commission expressed concern on Tuesday over China's planned curbs on exports of strategic metals widely used in the semiconductor industry and doubt that the move was related to security. *(Reuters)*

Malaysia

- **Slower domestic growth on high base effect and rising external risks** Malaysia's economic growth is projected to slow to 3.4% in 3Q23 (2Q23F: 6.0%) due to the diminishing lower base effect and expectations of a global economic slowdown that will weigh on the commodity and manufacturing export-oriented sectors. However, we maintain the GDP growth forecast for 2023 at 4.7% (2022: 8.7%) as domestic demand is expected to remain resilient. *(See Economic Viewpoint: Malaysia 3Q23 & 2H23 Economic Outlook)*
- [BNM to hold key rate on Thursday, may not resume tightening — poll](#) Malaysia's central bank will leave its key interest rate unchanged at 3.00% on Thursday (July 6) and keep it there for the rest of the year, marking the end of its modest tightening cycle as inflation has showed signs of cooling, a Reuters poll found. *(The Edge Markets)*
- [Inflation could go up with enforcement of minimum wage, says Rafizi](#) The government does not rule out the possibility that the enforcement of the RM1,500 minimum wage for employers with fewer than five workers, which began on July 1, will have an impact on the country's inflation rate, said Minister of Economy Rafizi Ramli. *(The Edge Markets)*
- [Ahmad Maslan: Increase in tourist arrivals can strengthen ringgit](#) The increase in foreign tourist arrivals to the country can strengthen the value of the ringgit, which is currently relatively low, said Deputy Finance Minister Datuk Seri Ahmad Maslan. *(The Edge Markets)*
- [Rafizi: Council to discuss economic development matters on July 10](#) The government will discuss the current state of the national economic development at the next National Economic Action Council (MTEN) meeting on Monday (July 10). *(The Edge Markets)*

Asia Pacific

- [Xi's metal curbs risk backfiring as G7 seeks China alternative](#) China's decision to control the export of two key metals showed it has some power to retaliate against moves by the US, Japan and Europe to cut Beijing off from advanced technology. But it also risks backfiring. *(The Edge Markets)*
- [Beijing jabs in US-China tech fight with chip material export curbs](#) Companies caught out by China's decision to restrict exports of some metals widely used in semiconductors and electric vehicles were racing to secure supplies on Tuesday as some industry suppliers worried that curbs on rare earth exports could follow. *(Reuters)*

Americas

- [Canadian factory activity slows further in June](#) Contraction in Canada's manufacturing sector deepened slightly in June as an uncertain economic outlook weighed on both domestic and foreign demand, data showed on Tuesday. *(Reuters)*

Europe

- [EU needs to invest an extra EUR700.0b a year for green shift](#) The European Union must invest an additional EUR700.0b (USD763.0b) a year if it's to green the economy and shut out cheap Russian fossil fuels, according to a draft report from the bloc's executive arm. *(Bloomberg)*
- [UK's Hunt backs regulator to ensure banks pass on better rates to savers](#) British finance minister Jeremy Hunt gave his backing to the country's financial regulator FCA to ensure banks are passing on better savings rates to consumers. *(Reuters)*



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List of Oversold Stocks (14-Day RSI<30-mark)

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
DUTCH LADY MILK INDS BHD	22.000	6.53	2.84	0.06	22.000
FARM FRESH BHD	1.140	16.37	10.79	0.78	0.990
SPRITZER BHD	1.480	25.30	17.62	1.62	1.470
MUDA HOLDINGS BERHAD	1.400	25.74	18.69	4.85	1.400

*Only for stocks with market cap >RM300m

Source: Bloomberg

List of Overbought Stocks (14-Day RSI>70-mark)

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
NAIM HOLDINGS BERHAD	0.885	91.88	95.86	99.59	0.900
SARAWAK CONSOLIDATED INDUSTRIES BHD	0.470	85.11	85.53	91.94	0.480
EWEIN BHD	1.080	81.88	83.58	77.91	1.130
RCE CAPITAL BHD	2.400	77.65	82.04	95.18	2.430
HUME CEMENT INDUSTRIES BHD	1.700	76.26	78.04	82.81	1.720
RGB INTERNATIONAL BHD	0.355	74.85	74.83	74.27	0.365
ORIENTAL INTEREST BHD	1.170	73.88	75.84	88.22	1.170
ZHULIAN CORP BHD	1.870	70.21	77.44	92.02	1.870

*Only for stocks with market cap >RM300m

Source: Bloomberg

List of Oversold Warrants (14-Day RSI<30-mark)

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
HARTALEGA HOLDINGS BHD-N	0.115	14.22	13.16	8.23	0.110	25/3/2024
MY EG SERVICES BHD-W	0.065	18.39	17.13	8.45	0.065	27/12/2023
FARM FRESH BHD-CT	0.005	19.05	14.31	2.22	0.005	30/11/2023
CAHYA MATA SARAWAK BHD-C42	0.010	20.39	19.25	6.29	0.010	30/11/2023
MY EG SERVICES BHD-A	0.060	21.74	19.03	3.03	0.060	29/12/2023
ASTRO MALAYSIA HOLDINGS BHD-C46	0.035	27.27	17.98	0.63	0.030	28/11/2023
MY EG SERVICES BHD-L	0.105	28.42	18.23	1.85	0.105	30/8/2023
COMPUTER FORMS MALAYSIA BHD-WA	0.040	29.37	35.63	7.07	0.035	22/12/2025

Source: Bloomberg

List of Overbought Warrants (14-Day RSI>70-mark)

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
RCE CAPITAL BHD-CD	0.290	86.90	89.12	96.05	0.320	29/9/2023
WCE HOLDINGS BHD-WF	0.335	85.23	91.67	99.56	0.340	18/11/2029
WONG ENGINEERING CORP BHD-WA	0.110	76.08	82.53	96.07	0.110	26/4/2027
YTL CORP BHD-C57	0.280	71.84	78.12	88.29	0.290	29/12/2023
YTL CORP BHD-C58	0.250	71.53	77.57	97.36	0.250	29/2/2024
UEM SUNRISE BHD-C83	0.070	70.99	80.35	98.74	0.070	28/11/2023

Source: Bloomberg

Stock Ratings are defined as follows:**Stock Recommendations**

OUTPERFORM	: A particular stock's Expected Total Return is MORE than 10%
MARKET PERFORM	: A particular stock's Expected Total Return is WITHIN the range of -5% to 10%
UNDERPERFORM	: A particular stock's Expected Total Return is LESS than -5%

Sector Recommendations***

OVERWEIGHT	: A particular sector's Expected Total Return is MORE than 10%
NEUTRAL	: A particular sector's Expected Total Return is WITHIN the range of -5% to 10%
UNDERWEIGHT	: A particular sector's Expected Total Return is LESS than -5%

******Sector recommendations are defined based on market capitalisation weighted average expected total return for stocks under our coverage.***

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